

# MCW ENTERPRISES LLC

## CRECENT CREEK PROJECT

### FAX TRANSMITTAL

**TO:**WAYNE HEDBURG UTAH D.O.G.M.  
SALT LAKE CITY, UTAH**DATE:**DEC. 5<sup>th</sup> 1997**FROM:**K.E. "BUFFALO BUBS" WILSON  
MCW ENTERPRISES LLC**RE:**

MILL SITE PERMITTING

**FAX #:**1-801-~~555~~-359-3940**PHONE:****COMMENTS:**

Older  
replaced  
NOI

S/017/031  
33 34 35  
Kaibab Ind  
Browide Basin  
T31S R10E

Kaibab Industries  
mill site  
31S R12E Sec 31

May Day  
Sec 30 & 31  
+ 31S R11E  
Anthony Dubois

# SIERRA MADRE' MINING

To: Wayne Hedburg  
Utah Division of Oil, Gas & Mining  
State Office S.L.C. Utah

From: Kim E. Wilson  
MCW Enterprises LLC  
PO BOX 192  
Hanksville Utah 84734

RE: Mill and Mine Plan for Crecent Creek Placer Project December 1 1997

Dear Mr. Hedburg,

Please find enclosed a complete look at the milling and mining outlook for the placer gold claims in the Henry Mountain region of southern Utah. MCW Enterprises LLC is the Company that now holds this property. Sierra Madre' Mining is the operator on site and is a subsidiary of MCW. All permitting and property mine plans are filed by MCW Enterprises LLC and to date we have completed employee MSHA instruction courses for surface mining. Obtained mine ID #'s and submitted approved MSHA mine Training plan to Denver Regional office. New ammended notice of operations have been submitted to the B.L.M. and approval gained for the small milling site which has been chosen for the end of this season. All of these activities will be conducted on BLM lands for the start. Utah trust lands associated with the placer group have been applied for and status on those lands is near the lease acceptance phase. A complete mine plan will be submitted to your office at the same time that plan is sent to Trust lands and at least 60 days prior to start up of operations on those lands. I have included a complete mill flow sheet for the operations at present needing to be permitted. The mill has been situated on the BLM claim called the May Day #1, near the top of Eagle bench at the upper water storage reservoir. The main milling plant will be a complete gravity seperation plant using water and crushing ciurcuts. Ore deposits from the upper claims group are the target for this system and its location. It is less than 1 mile to the Bromide mine from this Mayday mill. Discussions with Kaibab Ind. have been positive for this operation, as well as other area property owners. For the immediate short term we would like to start up a small pilot mill at the site for test purposes during the construction of the main milling facility. The pilot would be a simple Tromell, bowl, Table combination unit and temporarily be set next to the May Day millsite. Waters would clean fines and seperate gold and concentrates and then be settled in a small pond and pumped through desilter filtration unit and back to the system. This system is not very big and would only produce 100 to 200 tons per day for testing. We have 3 possible ore locations we need to test before the main mill is finished. 1. Is the May Day surface mine near the mill. #2 is the Million dollar gulch area on the Crecent Creek claim group. #3 is the campsite placer claim near the bottom of Eagle bench which we now

*This may not be entirely true, phone call w/ Tom Clamson (VanCott Bagley) 1/12/98*

*Initially a test pilot mill.*

*↑  
burnt Cabin (old John Jackson notice)  
claim name*



have a current approved 404-D in Crecent Creek. We do not plan however to disturb crecent crock with this excavation and have consulted with the BLM on the best and most effective method of ore extraction for this area. The BLM has approved our removal of ore from the inside gravel bar of this area and into the bank of gravels that have the higher grade ore values that have been discovered in that claim area. We have trucking available and excavating equipment, but we will not begin to haul for a while until we hear from your office.

I hope all of this suits DOGM needs for this type of operation. To start just simple gravel washing is our intentions and hopefully we can construct a small mill at this site to handle the higher grade ores for the area. This particular site is very feasible due to the availability of a mill reservoir, water rights, and short haul location from the upper mines.

Please let me know if I can do anything to help on these matters. I have accepted the position of permitting and training with this group for the winter while the upper mine is closed. This company wants to be fully permitted and MSHA approved and completely on the right course for every agency. We will endeavor for that end.

Thank you very much for all of your help. My phone # is 1-435-542-3433

Thank you,

*K.E. "Buffalo Bubs" Wilson*

KE "Buffalo Bubs" Wilson

## PROPOSED OPERATIONS MAY DAY CLAIMS BLM

Proposed operations for the upper May Day claims site includes the installation of a 200 ton per day gold ore gravity concentration crushing mill. The millsite (refer to diagrams) occupies a 100ft X 200ft area, just north of the existing May Day surface excavation. This surface pit is at this time small and needs to be expanded at this time due east. A 100ft X 300ft expansion would be sufficient for the mills needs at this location for this season. Other ore tests will be transported to the May Day Mill in the future from other property locations, such as Million Dollar Gulch, Badger Hole, and Burn't Cabin areas. The mill will utilize water from the upper reservoir and piped to the millsite along the existing access road. Water will be routed to a 4000 gal. tank at the millsite for mill use. Water is used in this mill application for gravity separation of precious metals and concentrates. NO other chemicals will be used in the milling process and a water desilter system will be used at the millsite to clean waters and re-inject cleaned waters for mill use right at the site. This type of design assures a low water mill useage in remote areas with limited water quantities during drought years. The main reservoir supply waters are only used to suppliment the 4000 gallon mill supply tank. The de-silter filters muddied waters leaving a thick soily mud that is augered to a small holding pond for further drying and stockpiling. This pond need only measure 20ft X 20ft, and have only a few feet in depth for this use. This type of slurry material is firm and has little water. This type of mill is very efficient and has low impact on the claims. The pit expansion is minimal and the gravel depth at pit location has been measured at 90 ft of mincable material. Crews have been instructed concerning disturbance areas and no disturbance of un-approved BLM lands shall be tolerated.

The Million Dollar Gulch area test will consist of a 200<sup>ton</sup> test transported to millsite and evaluated through gravity separation. This test will be taken from the area that has already been disturbed. While operating in that area a clean-up crew and some reclamation of that area will be done. The disturbance in this area was done throughout many years and by many different operators.

The Burn't Cabin area we would like to excavate for an ongoing production test in that area. The diagrams which are included show that the intended disturbance in the inside bend area will not affect the creek or stream. We have an approved 404-D form for this stream area but do not intend to disturb the stream, only the inside gravel bar that has been tested high in mineral values. A crush plant operated dry will be constructed at this site also for pre-crushing purposes for other mills.

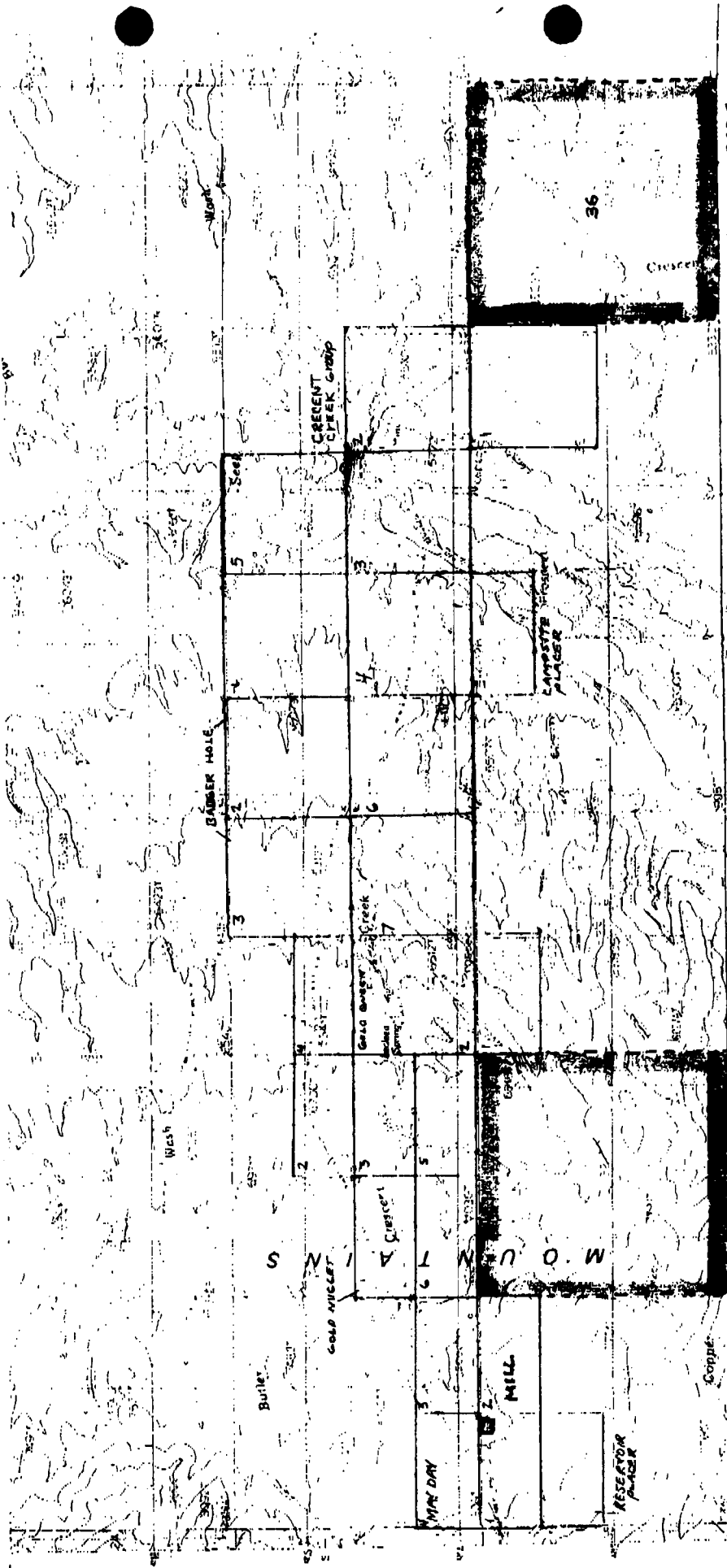


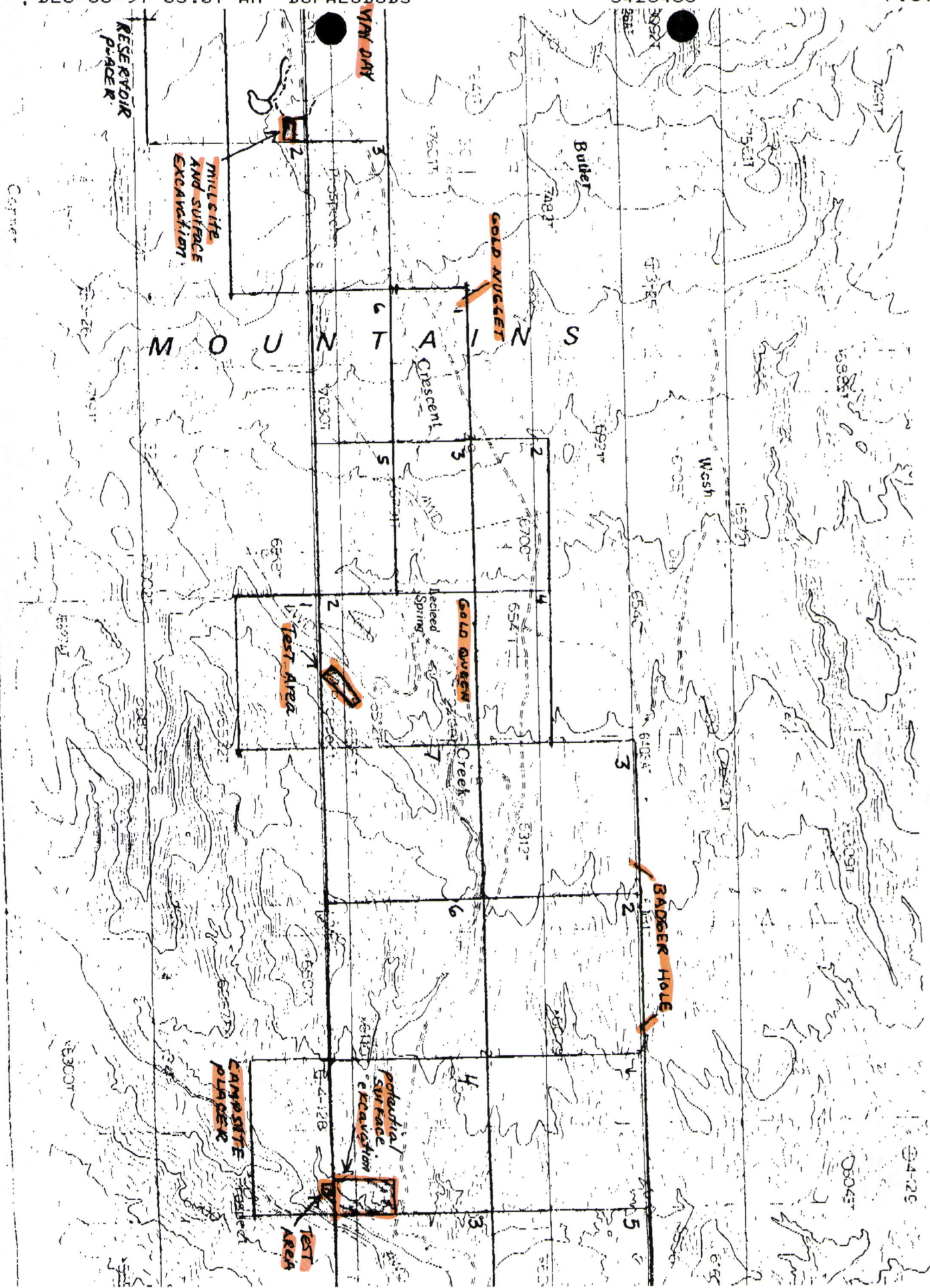




MCW ENTERPRISES LLC - SIERRA MADRE MINING

CURRENT CREEK PROJECT







## MCW ENTERPRISES LLC SIERRA MADRE MINING TEST PLANT FLOW SHEET

SIMPLE TROMELL SCREEN PLANT WITH DUAL NEFFCO BOWLS, CLASSIFIER SCREEN AND DUAL WIFLEY CONCENTRATING TABLES. TAILRACE WATER IS FILTERED USING DE-SILTER DEVICE AND RECYCLED WATER IS USED TO RUN MILL WITH LITTLE RESERVOIR SUPPLEMENT WATERS. A SMALL AUGER PULLS TAILS FROM DE-SILTER AND STACKS IN A SMALL HOLDING POND FOR EQUIPMENT STAKING IN STOCKPILE.

